

Message Text

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PAGE 01 LUSAKA 02543 191450Z
ACTION OPIC-06

INFO OCT-01 AF-10 ISO-00 EB-08 L-03 COME-00 TRSE-00
H-01 CIAE-00 INR-10 NSAE-00 /039 W
-----093927 201239Z /43
R 191430Z JUL 78
FM AMEMBASSY LUSAKA
TO SECSTATE WASHDC 8874

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E.O. 11652: N/A
TAGS: EINV
SUBJ: PHELPS DODGE CLAIM

REF: STATE 169266, LUSAKA 2268, STATE 162378, STATE 160753

1. CHARGE DISCUSSED PDSMI CLAIM WITH GENERAL MANAGER OF BANK OF ZAMBIA JULY 19. GM GENERALLY FAMILIAR WITH CASE AND ASKED FOR A REVIEW OF OPTIONS. HE WAS MOST CONCERNED ABOUT NEGATIVE IMPACT OF PDSMI CLAIM ON OTHER FINANCIAL INSTITUTIONS AND INVESTORS. CLEARLY GM WAS WEIGHING THE ALTERNATIVES KNOWING THAT PAYMENT OF THE OUTSTANDING DIVIDENDS AND TECHNICAL FEES WOULD MEAN TAKING THE MONEY FROM ANOTHER "POT."

2. GM SUGGESTED THAT BANK WOULD BE WILLING TO IMMEDIATELY PAY 1976 DIVIDEND (KWACHA 39,000), 1977 DIVIDEND (K 88,200) AND ROUGHLY HALF THE OUTSTANDING TECHNICAL ASSISTANCE FEES (KWACHA 32,000). THESE PAYMENTS WOULD BE MADE ON THE UNDERSTANDING THAT PDSMI WOULD WITHDRAW THEIR CLAIM (PARA 4 STATE 162378).

3. REQUEST DEPARTMENT AND OPIC ADVISE IF THE PAYMENTS PER PARA 2 SUFFICIENT FOR PDSMI TO DROP THEIR CLAIM. EMBASSY BELIEVES BANK MAKING GOOD FAITH OFFER AND DOUBTS ADDITIONAL PAYMENTS COULD BE PLEDGED AT THIS TIME. FYI: CURRENT
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DIVIDEND REMITTANCE QUEUE DATES BACK TO JANUARY 1977. END FYI.
BARCAS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NATIONALIZATION, CLAIMS
Control Number: n/a
Copy: SINGLE
Draft Date: 19 jul 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978LUSAKA02543
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Document Unique ID: 00
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Expiration:
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Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1978/newtext/t19780743/aaaabkex.tel
Line Count: 57
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 86c8b370-c288-dd11-92da-001cc4696bcc
Office: ACTION OPIC
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
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Reference: 78 STATE 169266, 78 LUSAKA 2268, 78 STATE 162378, 78 STATE 160753
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SAS ID: 1957878
Secure: OPEN
Status: NATIVE
Subject: PHELPS DODGE CLAIM
TAGS: EINV, ZA, US, PHELPS DODGE
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/86c8b370-c288-dd11-92da-001cc4696bcc
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